

STATE OF OREGON
COUNTY OF Washington

CERTIFICATE OF WATER RIGHT (HB - 2153)

THIS CERTIFICATE ISSUED TO

QUAIL VALLEY GOLF CORP
PO BOX 200
BANKS, OR 97106

confirms the right to store the waters of
RUNOFF AND AN UNNAMED SPRING, A TRIBUTARY OF EAST FORK DAIRY CREEK
IN FOUR RESERVOIRS
for WILDLIFE, IRRIGATION AND AESTHETICS.

The right to store and use these waters was perfected under Reservoir Application R-76218.
The date of priority is January 1, 1993. The amount of water entitled to be stored and
used each year under this right is not more than 8.96 ACRE-FEET, BEING
4.22 AF IN RES 1, 1.67 AF IN RES 2, 2.2 AF IN RES 3, AND 0.87 AF
IN RES 4

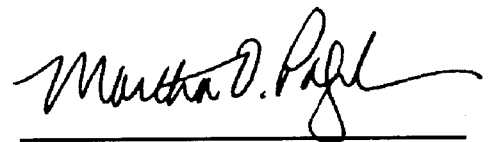
Located as follows:

NE 1/4 NE 1/4 SECTION 31, TOWNSHIP 2 NORTH, RANGE 3 WEST WM.
SW 1/4 NE 1/4 SECTION 31, TOWNSHIP 2 NORTH, RANGE 3 WEST WM.
NE 1/4 SE 1/4 SECTION 31, TOWNSHIP 2 NORTH, RANGE 3 WEST WM.
NW 1/4 SE 1/4 SECTION 31, TOWNSHIP 2 NORTH, RANGE 3 WEST WM.

The storage of water allowed herein is subject to the installation and maintenance of an outlet pipe, with a minimum diameter of 8", or
the provision of other means to evacuate water when determined necessary for public safety or to satisfy prior downstream rights as
determined by the Water Resources Director.

The right to store and use the water for the above purpose is restricted to beneficial use at the place of use listed above.

WITNESS the signature of the Water Resources Director, affixed JANUARY 6, 1997.



Martha O. Pagel

This Certificate is issued to correctly describe the above reservoir(s) and supercedes Certificate 70175